

F & M BANCSHARES, INC.

	CPP Disbursement Date 01/30/2009	RSSD (Holding Company) 1135806	Number of Insured Depository Institutions 1		
Selected balance and off-balance sheet items	2009 \$ millions	2010 \$ millions	%chg from prev		
Assets	\$204	\$261	28.4%		
Loans	\$174	\$203	16.5%		
Construction & development	\$6	\$8	29.5%		
Closed-end 1-4 family residential	\$49	\$58	18.0%		
Home equity	\$2	\$2	45.8%		
Credit card	\$0	\$0			
Other consumer	\$14	\$16	14.2%		
Commercial & Industrial	\$26	\$19	-26.1%		
Commercial real estate	\$48	\$49	1.3%		
Unused commitments	\$19	\$22	17.2%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$0	\$1	147.5%		
Asset-backed securities	\$0	\$0			
Other securities	\$2	\$4	91.0%		
Cash & balances due	\$8	\$30	302.9%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$0	\$0			
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$0	\$0			
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$185	\$240	30.0%		
Deposits	\$172	\$228	33.0%		
Total other borrowings	\$12	\$10	-13.4%		
FHLB advances	\$12	\$10	-13.4%		
Equity					
Equity capital at quarter end	\$19	\$21	12.7%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$5	\$2	NA		
Performance Ratios					
Tier 1 leverage ratio	9.0%	8.8%	--		
Tier 1 risk based capital ratio	10.8%	9.9%	--		
Total risk based capital ratio	11.8%	11.0%	--		
Return on equity ¹	5.7%	4.0%	--		
Return on assets ¹	0.5%	0.3%	--		
Net interest margin ¹	4.6%	4.6%	--		
Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans}}	56.7%	63.1%	--		
Loss provision to net charge-offs (qtr)	167.8%	152.3%	--		
Net charge-offs to average loans and leases ¹	0.6%	0.8%	--		
¹ Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2009	2010	2009	2010	
Construction & development	0.0%	0.0%	0.6%	0.0%	--
Closed-end 1-4 family residential	2.3%	2.8%	0.1%	0.2%	--
Home equity	0.0%	0.0%	0.0%	0.0%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	1.8%	2.7%	0.3%	0.1%	--
Commercial & Industrial	1.4%	1.6%	0.6%	0.9%	--
Commercial real estate	2.3%	1.6%	0.0%	0.3%	--
Total loans	1.7%	1.6%	0.2%	0.2%	--